

REFERENCE TITLE: schools; postemployment benefits

State of Arizona  
Senate  
Forty-eighth Legislature  
Second Regular Session  
2008

# **SB 1266**

Introduced by  
Senator Johnson

AN ACT

AMENDING TITLE 15, CHAPTER 10, ARTICLE 8, ARIZONA REVISED STATUTES, BY ADDING SECTION 15-1225; RELATING TO SCHOOL DISTRICTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Title 15, chapter 10, article 8, Arizona Revised Statutes,  
3 is amended by adding section 15-1225, to read:  
4       15-1225. Postemployment benefits: trust accounts  
5       A. IF THE GOVERNING BOARD OFFERS POSTEMPLOYMENT BENEFITS TO SCHOOL  
6 DISTRICT EMPLOYEES OR TO SPOUSES AND DEPENDENTS OF SCHOOL DISTRICT EMPLOYEES,  
7 OR BOTH, MONIES TO FUND THESE BENEFITS MAY BE DEPOSITED IN A POSTEMPLOYMENT  
8 BENEFITS TRUST ACCOUNT. ADDITIONAL MONIES SHALL NOT BE APPROPRIATED  
9 SPECIFICALLY TO PROVIDE ANY POSTEMPLOYMENT BENEFITS OFFERED BY A GOVERNING  
10 BOARD.  
11       B. A POSTEMPLOYMENT BENEFITS TRUST ACCOUNT ESTABLISHED PURSUANT TO  
12 SUBSECTION A OF THIS SECTION SHALL MEET THE SAME CONDITIONS AS OTHER  
13 POSTEMPLOYMENT BENEFIT PLAN TRUSTS PURSUANT TO GENERALLY ACCEPTED  
14 GOVERNMENTAL ACCOUNTING PRINCIPLES.  
15       C. THE FOLLOWING EXPENDITURES MAY BE MADE FROM A POSTEMPLOYMENT  
16 BENEFITS TRUST ACCOUNT:  
17           1. ADMINISTRATIVE AND MANAGEMENT COSTS.  
18           2. PAYMENT OF BENEFITS.  
19       D. AN INVESTMENT MANAGER FOR A POSTEMPLOYMENT BENEFITS TRUST ACCOUNT  
20 ESTABLISHED PURSUANT TO SUBSECTION A OF THIS SECTION SHALL BE EITHER:  
21           1. A QUALIFIED INVESTMENT MANAGER APPOINTED BY THE DISTRICT GOVERNING  
22 BOARD.  
23           2. THE MANAGER OF A PUBLIC AGENCY POOL ESTABLISHED PURSUANT TO SECTION  
24 11-952.01.  
25       E. THE INVESTMENT MANAGER FOR A POSTEMPLOYMENT BENEFITS TRUST ACCOUNT  
26 MAY INVEST AND REINVEST THE MONIES IN THE ACCOUNT AND MAY HOLD, PURCHASE,  
27 SELL, ASSIGN, TRANSFER AND DISPOSE OF ANY OF THE SECURITIES AND INVESTMENTS  
28 IN WHICH ANY OF THE TRUST ACCOUNT MONIES ARE INVESTED.  
29       F. FOR THE PURPOSES OF THIS SECTION, POSTEMPLOYMENT BENEFITS DO NOT  
30 INCLUDE BENEFITS PROVIDED BY THE ARIZONA STATE RETIREMENT SYSTEM.